

REFERENCE TITLE: income tax credit; school employees

State of Arizona  
House of Representatives  
Forty-seventh Legislature  
Second Regular Session  
2006

## HB 2563

Introduced by  
Representatives Anderson, Barnes, Chase, Garcia M, Mason, Senator Blendu:  
Representatives Jones, Quelland

### AN ACT

AMENDING SECTION 43-222, ARIZONA REVISED STATUTES, AS AMENDED BY LAWS 2005, CHAPTER 12, SECTION 1, CHAPTER 264, SECTION 1, CHAPTER 316, SECTION 2 AND CHAPTER 317, SECTION 10; REPEALING SECTION 43-222, ARIZONA REVISED STATUTES, AS AMENDED BY LAWS 2005, CHAPTER 292, SECTION 1; AMENDING TITLE 43, CHAPTER 10, ARTICLE 5, ARIZONA REVISED STATUTES, BY ADDING SECTION 43-1089.03; RELATING TO INDIVIDUAL INCOME TAX CREDITS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:  
2 Section 1. Section 43-222, Arizona Revised Statutes, as amended by  
3 Laws 2005, chapter 12, section 1, chapter 264, section 1, chapter 316,  
4 section 2 and chapter 317, section 10, is amended to read:

5       43-222. Income tax credit review schedule

6       Each year the joint legislative income tax credit review committee  
7 shall review the following income tax credits:

8       1. In 2005, sections 43-1087, 43-1088 and 43-1175.

9       2. In 2006, sections 43-1073, 43-1089, 43-1089.01, 43-1089.02,  
10 43-1090, 43-1176 and 43-1181.

11       3. In 2007, sections 43-1077, 43-1078, 43-1079, 43-1080, 43-1165,  
12 43-1166, 43-1167 and 43-1169.

13       4. In 2008, sections 43-1074.01, 43-1081, 43-1168, 43-1170 and  
14 43-1178.

15       5. In 2009, sections 43-1076, 43-1081.01, 43-1083, 43-1084, 43-1162  
16 and 43-1170.01.

17       6. In 2010, sections 43-1075, ~~and 43-1163.~~

18       ~~7. In 2010, sections 43-1079.01, and 43-1090.01, 43-1163, 43-1167.01~~  
19 AND 43-1182.

20       8. 7. In 2011, section SECTIONS 43-1074.02 AND 43-1089.03.

21       Sec. 2. Repeal

22       Section 43-222, Arizona Revised Statutes, as amended by Laws 2005,  
23 chapter 292, section 1, is repealed.

24       Sec. 3. Title 43, chapter 10, article 5, Arizona Revised Statutes, is  
25 amended by adding section 43-1089.03, to read:

26       43-1089.03. Credit for school employees: definition

27       A. FOR TAXABLE YEARS BEGINNING FROM AND AFTER DECEMBER 31, 2006, A  
28 CREDIT IS ALLOWED AGAINST THE TAXES IMPOSED BY THIS TITLE IN THE AMOUNT OF  
29 TWO THOUSAND FIVE HUNDRED DOLLARS FOR EACH QUALIFIED SCHOOL EMPLOYEE IN THIS  
30 STATE.

31       B. IF THE ALLOWABLE AMOUNT UNDER SUBSECTION A OF THIS SECTION EXCEEDS  
32 THE AMOUNT OF TAX DUE UNDER THIS TITLE, AFTER APPLYING ALL OTHER CREDITS TO  
33 WHICH THE CLAIMANT MAY BE ENTITLED AND AFTER ANY SETOFF UNDER SECTION  
34 42-1122, THE EXCESS SHALL BE PAID IN THE SAME MANNER AS A REFUND UNDER  
35 SECTION 42-1118.

36       C. FOR THE PURPOSES OF THIS SECTION, "QUALIFIED SCHOOL EMPLOYEE" MEANS  
37 ANY OF THE FOLLOWING PERSONS:

38       1. A FULL-TIME CLASSROOM TEACHER OF A KINDERGARTEN PROGRAM OR GRADES  
39 ONE THROUGH TWELVE WHO IS EMPLOYED BY A SCHOOL DISTRICT, A CHARTER SCHOOL OR  
40 A PRIVATE SCHOOL IN THIS STATE.

41       2. A COUNSELOR EMPLOYED BY A SCHOOL DISTRICT IN THIS STATE.

42       3. A LIBRARIAN EMPLOYED BY A SCHOOL DISTRICT IN THIS STATE.

43       4. A MEDIA SPECIALIST EMPLOYED BY A SCHOOL DISTRICT IN THIS STATE.

44       5. A NURSE EMPLOYED BY A SCHOOL DISTRICT IN THIS STATE.

1           Sec. 4. Purpose

2           Pursuant to section 43-223, Arizona Revised Statutes, the legislature  
3       enacts section 43-1089.03, Arizona Revised Statutes, as added by this act, to  
4       reduce the amount of state income taxes paid by school employees in this  
5       state.